

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Hardware Park – M/s. Hyderabad Gems Special Economic Zone Limited, a group company of M/s. Gitanjali Gems Limited, Mumbai – Implementation of Hyderabad Gems Special Economic Zone Limited - Extension of time granted – Orders – Issued.

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INDUSTRIES AND COMMERCE (INF) DEPARTMENT

G.O.Rt.No. 136

Dated: 26-2-2010.
Read the following:

1. G.O.Ms.No.89, Ind & Com (C&EP) Dept., dt. 29.3.2004.
2. G.O.Ms.No.193, Ind & Com (C&EP) Dept., dt. 6.7.2005.
3. G.O.Rt.No.396, Ind & Com (INF) Deptt., dt. 30.6.2007.
4. From M/s. Hyderabad Gems SEZ Ltd., Lr.dt.26.10.09.
5. From M/s. Hyderabad Gems SEZ Ltd., Lr.dt.30.10.09.
6. From CMD, APIIC, Lr.No.2682/PM (IPU)/APIIC/03, dt. 13.11.09.
7. From M/s. Hyderabad Gems SEZ Ltd., Lr.No. Hyd/SEZ/01/2010-11, dt. 10.2.2010.

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O R D E R :

The Government have issued order in the G.O., 3rd read above according approval to the A.P. Industrial Infrastructure Corporation Limited (APIIC) for allotment of balance land of 98.65 acres at Hardware Park to the Hyderabad Gems Special Economic Zone (SEZ) Limited at a rate of Rs.20.00 lakhs per acre subject to condition that the company shall create 15,000 jobs by the end of March, 2009.

2. The Hyderabad Gems SEZ Ltd., in their letter 4th read above has informed Government that they have successfully implemented the initial phase of the project comprising of land development, compound wall fencing, construction of standard design factories, state of art training centre, ATM centre, security cabins, individual buildings, sewage treatment plants etc. They have also commenced the infrastructure works like roads, electrical substations, food parks and parking bays for buses etc. However due to the uncertainty caused by the RCI notice the project was completely stalled and Master plan was badly affected. The Hyderabad Gems SEZ Ltd., has further informed Government that they have recruited 1932 employees on various companies' roll as direct employment and approximately 200 – 300 people indirect employment on construction activity and employed around 140 physically disabled people. It was further informed that due to the impact of the slow down, the Gems & Jewellery industry was badly kicked causing declamation in the export figures by 8.3% during the last year and 22.60% in the present year. They have also lost around 20 – 25% growth opportunity in the Gems & Jewellery market. Because of the slow down of the growth of Gems & Jewellery in the market the company could not achieve the target in providing employment for 15,000 people as per the conditions stipulated by the Government in the G.O., 3rd read above and requested to consider to extend the time limit for a period of 5 years ie., upto December, 2014 to fulfill the employment obligation on creating 15,000 jobs.

3. The Chairman & Managing Director, APIIC in his letter 6th read above has recommended the Government to consider the request of the company and to extend the time limit upto 5 years i.e., December, 2014 and to issue necessary orders in favour of the Hyderabad Gems SEZ Limited.

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4. The Hyderabad Gems SEZ Limited through their letter 7th read above has submitted a detailed business plan for the next 5 years in which the company has reported Government that they have planned 60,000 sft of new building for the factory which is coming up in the processing zone taking the total constructed area in the SEZ to more than 5,00,000 sft and proposed to invest Rs.250.00 crores in the next 5 financial years with a proposal to provide employment as detailed below.

Financial year	No. of employees
2010-2011	4,000
2011-2012	6,000
2012-2013	8,000
2013-2014	11,000
2014-2015	15,000

5. The Government, considering the slow down of the growth of Gems & Jewellery industry in the market and the global recession and keeping in view of the business plan submitted by the company to provide employment in the next 5 financial years and the recommendation of the Chairman & Managing Director, APIIC, have agreed to the request of the company for extension of time limit for a period of 5 years to M/s. Hyderabad Gems SEZ Ltd., to complete and implement the project and to create employment as detailed in para 4 above. The Vice Chairman & Managing Director, APIIC shall monitor implementation of the Hyderabad Gems SEZ project and in providing /creating employment as per schedule mentioned above and to submit year-wise reports to Government. The other terms and conditions stipulated in the G.Os., read above shall be in force.

6. The Vice Chairman & Managing Director, APIIC is requested to take action accordingly.

[BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH]

B. SAM BOB
PRINCIPAL SECRETARY TO GOVERNMENT & CIP.

To
The Vice Chairman & Managing Director,
A.P. Industrial Infrastructure Corporation Limited, Hyderabad.
M/s. Gitanjali Gems Limited, 801/802,
B-10, Laxmi Towers, 2nd floor, Bandra Korla complex,
Bandra East. Mumbai – 51.
M/s. Hyderabad Gems SEZ Limited,
Survey No.1/1, Raviryala village Road, Opposite: RCI 2nd gate,
near Pahadisharif, Maheswaram mandal, RR District-501510.
The Accountant General, AP, Hyderabad.

Copy to:
PS to Minister for Major Industries.
PS to Principal Secretary to Government,
Industries & Commerce Department.
Sf/sc.

//FORWARDED :: BY ORDER //

SECTION OFFICER